

SENATE BILL 2346

By Gardenhire

AN ACT to amend Tennessee Code Annotated, Title 67,
Chapter 5, relative to tax relief for property used
for certain educational purposes.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 67, Chapter 5, Part 2, is amended by
adding the following as a new section:

(a) Subject to the requirements of § 67-5-212, tangible personal property owned
and used by a nonprofit organization pursuant to the requirements of this section shall
be eligible for property tax exemption as an educational use of property. To qualify for
the exemption, the property shall be owned by a nonprofit corporation that:

(1) Is exempt from federal income taxation as an exempt organization
under § 501(c)(3) of the Internal Revenue Code (26 U.S.C. § 501(c)(3));

(2) Has as its historic sole purpose the provision of programs that
educate youth, teens, and adults about the Congressional Medal of Honor and its
local and national recipients, including character development programs for youth
in local schools and family development centers that are dedicated to teaching
them about the six (6) character traits that the Medal of Honor recipients share,
which are courage, commitment, sacrifice, patriotism, integrity, and citizenship;

(3) Provides that the corporation's board members shall serve without
compensation; and

(4) Is dedicated to and operated exclusively for nonprofit purposes.

(b) Any owner of tangible personal property claiming exemption under this section shall be required to file an application for exemption with the state board of equalization on the same form and in the same manner prescribed in § 67-5-212(b).

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.